

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: May 1, 1995

SUBJECT: **SB 1717 - HB 1654**

This bill, if enacted, will provide that no state institution which sells textbooks on campus at a university or privately-owned bookstore shall sell such textbooks at an amount greater than the wholesale price plus the minimum overhead costs which such sales require. No textbook shall be sold at a price which results in a net profit.

The fiscal impact from enactment of this bill is estimated to be a decrease in school revenues. However, such decrease is estimated to be not significant. According to the University of Tennessee and the State Board of Regents systems, the markup on textbooks is currently at the break-even point. Profits at the bookstores are made through the sale of school souvenir and other miscellaneous items.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is written in a cursive, flowing style.

James A. Davenport, Executive Director